Government of
Saskatchewan

# Annual Report
# 2006-2007

Saskatchewan
Agriculture
and Food

Saskatchewan Agri-Food Council

2007-04684/

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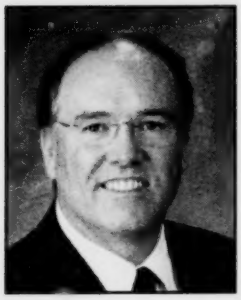
This annual report is also available in electronic format from the department's website at **www.agr.gov.sk.ca**.

## Letters of Transmittal



July 2007

His Honour
The Honourable Dr. Gordon L. Barnhart
Lieutenant-Governor of the Province of Saskatchewan

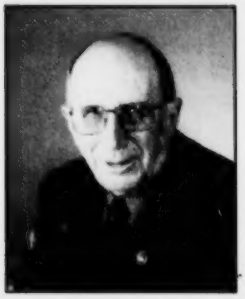
Sir:

As Minister of Saskatchewan Agriculture and Food, it is my pleasure to submit the annual report for the Saskatchewan Agri-Food Council for the year ending March 31, 2007.

Respectfully submitted,

Mark Wartman
Minister of Agriculture and Food

## Letters of Transmittal



Honourable Mark Wartman
Minister of Agriculture and Food
Legislature of Saskatchewan

Dear Minister Wartman:

In accordance with section 20 of *The Agri-Food Act, 2004*, I submit herewith the 2006-07 Annual Report of the Saskatchewan Agri-Food Council.

The Council has again witnessed an increase of development commissions over the past year. With the formation of the Saskatchewan Oat Development Commission and the Saskatchewan Winter Cereals Development Commission, the Council now supervises and monitors nine development commissions. The Council wishes the new development commissions success as they work to further enhance their respective industries.

The Council would also like to congratulate existing agencies for their successes and thank them for their cooperation. The Council is pleased to report that overall compliance in 2006-07 was excellent, and Council will continue to ensure that the full reporting requirements are met by all agencies. It is very important that the highest level of accountability be exercised to ensure that the trust producers have vested with these agencies is maintained.

The Saskatchewan Agri-Food Council is pleased to monitor and support those Boards and Commissions reporting to us.

Respectfully submitted,

Garf Stevenson, Chairperson 2006-07

# Saskatchewan Agri-Food Council

**Vision Statement**

To create an environment for sustained growth where Saskatchewan-based producers and processors can become international leaders.

*The Agri-Food Act, 2004* (Act) provides a framework for the promotion, development and regulation of agri-food products. Producer-elected and operated agencies may be established under the authority of the Act, to administer marketing and development plans. Producer operated boards and commissions, which collect either mandatory refundable or mandatory non-refundable levies used for research, development and marketing initiatives, are governed by this Act.

Established in 1990[1], The Saskatchewan Agri-Food Council is a board appointed by the Lieutenant Governor in Council to monitor the activities of marketing and development agencies in accordance with the Act. The Council plays both a regulatory and advisory role.

The Council supervises compliance of boards and commissions within the terms and conditions of the Act, advises and updates the Minister of Saskatchewan Agriculture and Food on the operations and administration of agencies governed by the Act, and makes recommendations to the Minister.

As part of its regulatory role, the Council reviews proposed marketing and development plans, determines whether public meetings or hearings should be called in respect to the proposed plans, conducts producer votes, and makes recommendations to the Lieutenant Governor in Council or the Minister on whether to amend or terminate such plans. The Council also approves all marketing board, development board, and development commission orders to ensure compliance with the Act, consults with agencies on issues relating to federal-provincial marketing agreements, and conducts policy and program review, report review, and strategic plan review of the agencies it supervises.

The Council also investigates issues related to regulatory policies of boards and commissions. There is a separate appeal body appointed under the Act to hear appeals, the Agri-Food Appeal Committee.

In all its activities, the Council is guided by the following values and principles:

- leadership in developing and supporting competitive agriculture and food industries;
- open, fair and decisive undertakings under the authority of the Act;
- accountability for actions affecting the public interest;
- positive communication and consultation amongst participants;
- compliance with orders and regulations under the Act; and
- active development of opportunities to fulfill Saskatchewan's agricultural and food production and marketing potential.

The Saskatchewan Agri-Food Council was responsible for monitoring 16 Saskatchewan agencies in 2006-07. The three types of agencies that may be established under the Act are:

**Development Commissions** – A development commission is an organization charged with doing research and development for an industry. Commissions are given the power to charge a refundable levy where producers must pay but can request a refund of levy dollars. The research is used to help producers reduce their input costs, increase productivity and generally make a producer's farm more profitable. The research and cost cutting measures developed by commissions usually decrease the producers' costs in multiples of levy paid. The nine development commissions in Saskatchewan are:

*1. The Agri-Food Council replaced the Saskatchewan Natural Products Marketing Council, the supervisory body established under legislation preceding The Agri-Food Act, 2004.*

- Saskatchewan Alfalfa Seed Producers Development Commission;
- Saskatchewan Beekeepers Development Commission;
- Canaryseed Development Commission of Saskatchewan;
- Saskatchewan Canola Development Commission;
- Saskatchewan Flax Development Commission;
- Saskatchewan Forage Seed Development Commission;
- Saskatchewan Mustard Development Commission;
- Saskatchewan Oat Development Commission; and
- Saskatchewan Winter Cereals Development Commission.

**Development Boards** - A development board is very similar to a commission with one important difference: a development board charges a levy that is non-refundable. Producers must pay the levy, and cannot apply for a refund. Development boards are more difficult to organize, as those wishing to start the board must convince the Lieutenant Governor in Council that the majority of the industry supports the check-off, as demonstrated through a producer plebiscite. The three development boards in Saskatchewan are:

- Sask Pork;
- Saskatchewan Pulse Crop Development Board; and
- Saskatchewan Sheep Development Board.

**Marketing Boards** - A marketing board administers a supply-managed marketing plan. Supply-management regulates and limits the production of a specific commodity. The original marketing boards were created in the 1970s with the intention of stabilizing supplies and ensuring that producers could be profitable. Marketing boards are also empowered to charge a non-refundable levy to support a variety of functions. The four marketing boards in Saskatchewan are:

- Chicken Farmers of Saskatchewan;
- Saskatchewan Broiler Hatching Egg Producers' Marketing Board;
- Saskatchewan Egg Producers; and
- Saskatchewan Turkey Producers Marketing Board.

## 2006-07 Saskatchewan Agri-Food Council Members

| | |
|---|---|
| Garf Stevenson, Chair | Regina |
| Ken Rasmussen, Vice-Chair | Regina |
| Audrey Hinz | Saskatoon |
| Don Tait | Elrose |
| Corey Senft | Lipton |
| Ken Bender | Melville |

## Staff

| | |
|---|---|
| Joy A. Smith, General Manager | Regina |
| Ryan Boughen, Policy Officer | Regina |

## Agri-Food Council Office

Room 302
Walter Scott Building
3085 Albert Street
Regina, SK S4S 0B1
Phone: (306) 787-0611
Fax: (306) 787-5134
E-mail: rboughen@agr.gov.sk.ca
Website: www.agr.gov.sk.ca/agrifood

The fiscal year of the Council is from April 1 to March 31.

# 2006-07 In Review

## Highlights

In 2006-07, the Agri-Food Council continued to carry out its mandate to supervise the activities and administration of boards and commissions operating under *The Agri-Food Act, 2004*. Each agency's board of directors is responsible for establishing and maintaining a system of internal control, complying with applicable regulations, maintaining financial records and preparing financial statements. The Council is pleased to report that overall compliance in 2006-07 was excellent, with all agencies fully meeting the reporting requirements for the fourth consecutive year, with the exception of one new agency. The Council will continue to work closely with all agencies to ensure that all reporting requirements are met in a timely fashion.

Two producer groups were successful in establishing a development commission in 2006-07. The Saskatchewan Oat Development Commission (SODC) was established on April 12, 2006. The SODC will focus on assisting oat producers in their efforts to increase profitability through the introduction of new varieties, conduct agronomic research, and develop new market opportunities. The Saskatchewan Winter Cereals Development Commission (SWCDC) was established on August 16, 2006. The SWCDC will focus on introduction of new varieties of winter cereals (winter wheat, fall rye, winter triticale), conduct agronomic research, and develop new market opportunities.

A number of producer groups indicated their interest in establishing development commissions funded by a check-off. Representatives from the organic crop, elk and seed potato industries met with Council and/or its staff over the course of the year to discuss the procedures that are necessary when proposing a new check-off. The Council and its staff act as a resource to these producer groups by attending meetings, giving presentations, monitoring votes and providing other guidance as producer groups explore the concept of a check-off for their respective industries.

*The Agri-Food Act* was repealed and replaced by *The Agri-Food Act, 2004* in October 2004. The transition to the new Act was smooth, and work continues to update the pre-existing regulations to ensure that they conform to the new Act. As at March 31, 2007, *The Commercial Egg Marketing Plan Regulations* and *The Sheep Development Plan Regulations, 1996* were updated to conform to the new Act. Additional regulations will be updated during the 2007-08 fiscal year.

Work continues on reaching an agreement on updated Federal-Provincial Agreements (FPA) for egg marketing and turkey marketing in Canada. Saskatchewan is dedicated to working with the respective industries on a system under the FPA that ensures growth for Saskatchewan, especially one that incorporates the consideration of Saskatchewan's comparative advantage of production.

The Council and Saskatchewan Agriculture and Food (SAF) formally submitted an appeal application to the National Farm Products Council (NFPC) regarding the Canadian Turkey Marketing Agency's (CTMA) proposed 2006-07 quota order on the basis that the quota order did not properly take into account the comparative advantage of production (CAP), as is legally required. The appeal application was denied because the NFPC deemed that the Council and SAF were not directly affected parties in the matter. The Council and SAF have since filed for a Judicial Review Application on this matter with the Federal Court. The Council remains open to further discussion on this matter, and remains hopeful that an agreement can be reached outside of court.

The Council, SAF and the Saskatchewan Egg Producers continued discussions with the Canadian Egg Marketing Agency (CEMA) regarding the allocation methodology for eggs. The Council remains open to further discussion on this matter and is hopeful that an agreement can be reached out of court.

The Council's Strategic Plan was in its fourth year of implementation in 2006-07. The Council values the strategic planning process and recognizes the Strategic Plan's importance as a tool to ensure an effective and proactive approach to monitoring and supervising the agencies under its jurisdiction.

During 2006-07, the Agri-Food Council held five board meetings and conducted four teleconference meetings.

## Report of Activities

### Supervision of Boards and Commissions

As part of its responsibility to supervise boards and commissions under *The Agri-Food Act, 2004*, the Agri-Food Council reviewed the minutes of regular and annual meetings of all boards and commissions, as well as all annual reports and the financial statements with accompanying reports. In addition, Council members and staff attended various meetings of boards and commissions, including annual general meetings, and reported back to the Agri-Food Council. Agri-Food Council staff attended a meeting of the National Association of Agri-Food Supervisory Agencies (NAASA) in Ottawa, Ontario and participated in numerous NAASA teleconferences.

### Marketing Plan Reviews

No new marketing plans were submitted to the Agri-Food Council for its review during 2006-07.

### Development Plan Reviews

Two new development plans were established during 2006-07. *The Oat Development Plan Regulations* and *The Winter Cereals Development Plan Regulations* were established in April and August 2006, respectively. The Council looks forward to working with the newly established commissions as they work to further develop their respective industries.

A review of the seven "pre-existing" development plans began after the new Act was enacted in October 2004. Council staff has held separate meetings with these seven development agencies to ensure that all development plans accurately reflect the needs, operations and activities of their respective agencies, and to conform to the new Act. Work will continue on updating these plans into 2007-08.

## National Activities

National Marketing Agencies

The Saskatchewan Agri-Food Council is a signatory to three federal-provincial agreements (FPAs). These agreements provide the basis for operation of national marketing agencies for chicken, turkey and eggs. National agencies are essentially producer driven supply management organizations with representation from downstream sectors. The primary mandate of the national agencies is to manage the supply of primary poultry products across Canada according to the terms of the FPAs. Saskatchewan is a member of the Chicken Farmers of Canada (CFC), the Canadian Egg Marketing Agency (CEMA) and the Canadian Turkey Marketing Agency (CTMA). Saskatchewan is not a member or signatory to the Canadian Broiler Hatching Egg Marketing Agency, although membership is being considered.

Each national agency allocates a Canadian quota among participating provincial commodity boards, who in turn allocate their provincial allotments to individual producers within provincial boundaries. The national agencies target production to meet market demand at a price that covers the average producer's cost of production plus a reasonable return on investment.

As a signatory to each of the FPAs, the Agri-Food Council is responsible for participating in matters relating to monitoring the operation of national marketing systems and participating in activities to improve their performance. The Saskatchewan Agri-Food Council co-operates with other supervisory agencies as a member of National Association of Agri-Food Supervisory Agencies (NAASA) to ensure steady progress is made in updating regulatory frameworks. The Agri-Food Council also co-operates with the National Farm Products Council (its counterpart at the national level) in its primary role as supervisor of the national marketing agencies.

In 2006-07, the Agri-Food Council continued to participate in a process initiated by Provincial and Territorial Ministers of Agriculture 1998 to renew the three FPAs, of which Saskatchewan is a signatory.

The Ministers directed NAASA to lead the renewal process to update and modernize the four poultry FPAs. The individual agencies have taken the role of drafting new operating agreements under the FPA structure. The Chicken Farmers of Canada successfully updated their FPA in 2001. While some progress was made in 2006-07, there remains a great deal of work to be completed before an agreement can be reached on a renewed FPA in the other industries.

National Association of Agricultural Supervisory Agencies

Saskatchewan continued to actively participate in 2006-07 as a member of the National Association of Agricultural Supervisory Agencies (NAASA) whose mandate is as follows:

"To assist the agri-food industry by sharing information, providing direction and supporting an environment that promotes its development and prosperity."

In 2006-07, the Agri-Food Council continued to participate in NAASA's most recent objective, that is, to oversee the completion of renewal of FPAs by each of the national marketing agencies.

# 2006-07 Council Review Of Commission And Board Activities

Each agency is required to submit five reports annually, to the Agri-Food Council. The five reports include:

- an audit report on the financial statements;
- an audit report on the rules and procedures to safeguard and control agency assets;
- an audit report on compliance with authorities;
- a comparison of actual results to planned results in the audited financial statements; and
- a payee list with Board of Director approved thresholds disclosed.

Unless otherwise noted, each agency was successful in completing and submitting these five reports to the Council for the current fiscal year.

Each agency's board of directors and management are responsible for establishing and maintaining a system of internal control, complying with applicable regulations, maintaining financial records and preparing financial statements. Their system of internal control, legislative compliance, and financial statements are audited annually.

A summary of each agency is provided below.

## Development Commissions

### Saskatchewan Alfalfa Seed Producers Development Commission

127 E – 116 Research Drive
Saskatoon, SK S7N 3R3
Phone: (306) 651-7275
Fax: (306) 651-7270
E-mail: goerzenw@innovationplace.com

**Board of Directors - 2005-06**

| | |
|---|---|
| Sheldon Dowling, Chair | Prince Albert |
| Harry Nikonetz, Vice-Chair | Hudson Bay |
| Joel Ewert, | Drake |
| Craig Newton | Atwater |
| Miles Wendell | Regina |
| Sheldon Wolf | Carrot River |
| Wayne Goerzen, Executive Director, | Saskatoon |

**Auditor** - Merv Culham, CA
**Annual Report Review**
**Fiscal year end - July 31**

In addition to the five required reports, several other aspects of the Saskatchewan Alfalfa Seed Producers Development Commission (SASPDC) Annual Report were reviewed. This included an analysis of dollars spent on programs and administration, the percentage of check-off that was refunded, a review of the SASPDC's meeting minutes, a review of the report on the activities of the SASPDC, as well as ensuring that a list of directors is included in the annual report.

**Summary of Financial Activities**

In accordance with the Commission's regulations and orders, the Commission is funded by a check-off of $0.0075 per pound of alfalfa seed marketed at the first point of sale. Producers may request a refund of any or all of the check-off paid.

| | 2006 | 2005 |
|---|---|---|
| Check-off Revenue | $ 89,143 | $ 51,215 |
| Check-off Refunds* | (6,859) | (3,795) |
| Other Revenue | 3,623 | 2,836 |
| Total Revenue | 85,907 | 50,256 |
| Total Expenditures | 128,768 | 116,711 |
| **Operating Surplus (Deficit) for the year** | (42,861) | (66,455) |
| **Total Assets** | 230,438 | 273,299 |

**The percentage of check-offs that were refunded for 2006 was 7.7 per cent, and 7.4 per cent for 2005.*

*Registered producers and buyers may request a complete copy of the annual report by contacting the agency at the above address.*

## Saskatchewan Beekeepers Development Commission

P.O. Box 55, R.R. 3
Yorkton, SK S3N 2X5
Phone: (306) 783-7046
Fax: (306) 786-6001
E-mail: whowland@accesscomm.ca

**Interim Board of Directors - 2006**

| | |
|---|---|
| Tim Wendell, Chair | MacNutt |
| Corey Bacon | Kinistino |
| Neil Carter | Saskatoon |
| Dennis Glennie | Langenburg |
| Calvin Parsons | Meskanaw |
| Trevor Rehaluk | Nipawin |
| Wink Howland, Secretary/Treasurer | Yorkton |

**Auditor** - ParkerQuine LLP
**Annual Report Review**
**Fiscal year end - December 31**

A comparison of a budget with the actual results was not available this year; however, the Council has been assured that the Saskatchewan Beekeepers Development Commission (SBDC) will submit this report in subsequent years. The SBDC was successful in completing and submitting all other reports to the council for the 2006 fiscal year.

In addition to the five required reports, several other aspects of the Saskatchewan Beekeepers Development Commission Annual Report were reviewed. This included an analysis of dollars spent on programs and administration, the percentage of check-off that was refunded, a review of the SBDC's meeting minutes, a review of the report on the activities of the SBDC, as well as ensuring that a list of directors is included in the annual report.

The list of directors was not made available in the 2006 annual report, and this item will be addressed with the SBDC to ensure future compliance.

**Summary of Financial Activities**

In accordance with the Commission's regulations and orders, the Commission is funded by a check-off of $0.50 per colony in production by beekeepers with 100 or more colonies in production, per year, and voluntarily by beekeepers with less than 100 colonies in production, per year. Beekeepers may request a refund of any or all of the check-off paid.

| | 2006 |
|---|---|
| Check-off Revenue | $ 38,298 |
| Check-off Refunds* | (2702) |
| Other Revenue | 14,596 |
| Total Revenue | 50,192 |
| Total Expenditures | 25,757 |
| **Operating Surplus (Deficit) for the year** | 24,435 |
| **Total Assets** | $ 25,635 |

**The percentage of check-offs that was refunded for 2006 was 7.1 per cent.*

*Registered beekeepers may request a complete copy of the annual report by contacting the agency at the above address.*

**Orders**

The Saskatchewan Beekeepers Development Commission exercises certain powers granted by its development plan through orders. These orders require Council approval prior to coming into effect. The Council reviewed and approved the following orders of the Saskatchewan Beekeepers Development Commission in 2006-07:

**Order No. 01/06: Check-off Collection**
(effective April 1, 2006)

Purpose: This order establishes the check-off rate at $0.50 per colony in production for those beekeepers with 100 or more colonies in production, per year. It also provides the opportunity for those beekeepers with less than 100 colonies in production, per year, to voluntarily remit the check-off to the Commission.

**Order No. 02/06: Beekeeper Registration**
(effective April 1, 2006)

Purpose: This order determines the manner in which beekeepers are to register with the Commission. Each beekeeper producing 100 or more colonies, per year, is required to remit the check-off fees and a $25 registration fee annually. Beekeepers producing less than 100 colonies, per year, may remit the check-off and registration fee. Each beekeeper will be considered registered with the Commission for a period of one year provided that the beekeeper has not received a refund of check-off paid in the past year.

**Order No. 03/06: Refund of Check-off**
(effective April 1, 2006)

Purpose: This order determines the manner in which refunds of check-off are to be requested by beekeepers and paid to beekeepers.

## Canaryseed Development Commission of Saskatchewan

212 – 111 Research Drive
Saskatoon, SK S7N 3R2
Phone: (306) 975-6624
Fax: (306) 975-0136

**Interim Board of Directors - 2006**

| | |
|---|---|
| Ken Schikowski, Chair | Regina |
| Andrew Schaefer, Vice-Chair | Riceton |
| Glen Byrnes | Eston |
| Jack Carlson | Kyle |
| Kevin Hursh | Saskatoon |
| Kurtis Nunweiler | Elrose |
| Vince Walker | Star City |

**Annual Report Review - Fiscal year end - July 31**

The Canaryseed Development Commission of Saskatchewan (CDCS) will publish its first annual report at the end of the 2007 fiscal year.

The Canaryseed Development Commission of Saskatchewan was established by regulation on February 23, 2006. The establishment of the CDCS followed an extensive review of the check-off proposal submitted by canaryseed producers. The Agri-Food Council reviewed the proposal based on the merit of the plan and the demonstrated support for the plan from Saskatchewan canaryseed producers. After this review, the Council recommended to the Minister of Agriculture and Food that the proposed check-off be established.

**Orders**

The Canaryseed Development Commission of Saskatchewan exercises certain powers granted by its development plan through orders. These orders require Council approval prior to coming into effect. The Council reviewed and approved the following orders of the Canaryseed Development Commission of Saskatchewan in 2006-07:

**Order No. 01/06: Buyer Registration**
(effective May 1, 2006)

Purpose: This order determines the manner in which buyers of canaryseed will register with the Commission. Buyers are required to register with the Commission prior to August 1st of each year.

**Order No. 02/06:Canaryseed Producer Registration** (effective May 1, 2006)

Purpose: This order determines the manner in which canaryseed producers are to register with the Commission. Each canaryseed producer will be considered registered with the Commission upon the deduction of check-off fees. A canaryseed producer's registration will remain in effect for three fiscal years unless a refund has been issued to that producer in the last two years.

**Order No. 03/06:Exemptions** (effective May 1, 2006)

Purpose: This order exempts canaryseed produced and marketed for the purpose of planting seed and canaryseed straw and residue from the check-off.

**Order No. 04/06: Reporting** (effective May 1, 2006)

Purpose: This order determines the manner in which buyers are to report the volume of canaryseed purchased from canaryseed producers. Buyers are to report to the Commission by the 20th of each month with the previous month's volume.

**Order No. 05/06:Check-off Collection**
(effective May 1, 2006)

Purpose: This order establishes the check-off rate at $1.75 per net tonne of canaryseed marketed at the first point of sale. It also determines the manner in which the check-off is to be remitted to the Commission.

**Order No. 06/06:Refund of Check-off**
(effective May 1, 2006)

Purpose: This order determines the manner in which refunds of check-off are to be requested by canaryseed producers and paid to producers of canaryseed.

## Saskatchewan Canola Development Commission

212 – 111 Research Drive
Saskatoon, SK S7N 3R2
Phone: (306) 975-0262
Fax: (306) 975-0136
E-mail: info@saskcanola.com
Website: www.saskcanola.com

**Board of Directors – 2005-06**

| | |
|---|---|
| Jim Caughlin, Chair | Tisdale |
| John Serhienko, Vice-Chair | Blaine Lake |
| Kelvin Meadows | Moose Jaw |
| Wayne Bacon | Kinistino |
| Tim Wiens | Herschel |
| Fred Meister | Radisson |
| Laurie Hayes, Executive Director | Saskatoon |

**Auditor** - PricewaterhouseCoopers LLP
**Annual Report Review - Fiscal year end – July 31**

In addition to the five required reports, several other aspects of the Saskatchewan Canola Development Commission (SCDC) Annual Report were reviewed. This included an analysis of dollars spent on programs and administration, the percentage of check-off that was refunded, a review of the SCDC's meeting minutes, a review of the report on the activities of the SCDC, a review of the report on the state of the canola industry, as well as ensuring that a list of directors is included in the annual report.

The Commission collects its own levy, and is also contracted to collect the levies of the Saskatchewan Flax Development Commission, Saskatchewan Mustard Development Commission, Canaryseed Development Commission of Saskatchewan, Saskatchewan Oat Development Commission and Saskatchewan Winter Cereals Development Commission.

**Summary of Financial Activities**

In accordance with the Commission's regulations and orders, the Commission is funded by a check-off of $0.75 per tonne of canola and canola-quality Brassica juncea marketed at the first point of sale. Producers may request a refund of any or all of the check-off paid.

| | 2006 | 2005 |
|---|---|---|
| Check-off Revenue | $ 3,050,920 | $ 1,716,254 |
| Check-off Refunds* | (199,873) | (106,054) |
| Other Revenue | 255,509 | 259,572 |
| Total Revenue | 3,106,556 | 1,869,772 |
| Total Expenditures | 2,276,023 | 1,756,172 |
| **Operating Surplus (Deficit) for the year** | 830,533 | 113,600 |
| **Total Assets** | $ 3,403,414 | $ 2,201,331 |

**The percentage of check-offs that were refunded for 2006 was 6.6 per cent ,and 6.2 per cent for 2005.*

*Registered producers and buyers may request a complete copy of the annual report by contacting the agency at the above address.*

## Saskatchewan Flax Development Commission

A5A – 116 – 103rd Street East
Saskatoon, SK S7N 1Y7
Phone: (306) 664-1901
Fax: (306) 664-4404
E:mail: saskflax@saskflax.com
Website: www.saskflax.com

**Board of Directors – 2005-06**

| | |
|---|---|
| Allen Kuhlmann, Chair | Rouleau |
| Gordon Cresswell, Vice-Chair | Tisdale |
| Gregor Beck | Rouleau |
| Chris Hale | Rouleau |
| David Sefton | Broadview |
| Lyle Simonson | Swift Current |
| Linda Braun, Executive Director | Saskatoon |

**Auditor** - Merv Culham, CA
**Annual Report Review - Fiscal year end – July 31**

In addition to the five required reports, several other aspects of the Saskatchewan Flax Development Commission (SaskFlax) Annual Report were reviewed. This included an analysis of dollars spent on programs and administration, the percentage of check-off that was refunded, a review of the SaskFlax's meeting minutes, a review of the report on the activities of SaskFlax, as well as ensuring that a list of directors is included in the annual report.

**Summary of Financial Activities**

In accordance with the Commission's regulations and orders, the Commission is funded by a check-off of $1.18 per tonne of flaxseed marketed and $0.50 per tonne of flax straw marketed at the first point of sale. Producers may request a refund of any or all of the check-off paid.

| | 2006 | 2005 |
|---|---|---|
| Check-off Revenue | $ 633,235 | $ 376,137 |
| Check-off Refunds* | (27,512) | (23,839) |
| Other Revenue | 347,345 | 101,178 |
| Total Revenue | 953,068 | 453,476 |
| Total Expenditures | 766,929 | 577,963 |
| **Operating Surplus (Deficit) for the year** | 186,139 | (124,487) |
| **Total Assets** | $ 805,662 | $ 611,405 |

**The percentage of check-offs that were refunded for 2006 was 4.3 per cent, and 6.3 per cent for 2005.*

*Registered producers and buyers may request a complete copy of the annual report by contacting the agency at the above address.*

## Saskatchewan Forage Seed Development Commission

P.O. Box 4665
Melfort, SK S0E 1A0
Phone: (306) 752-2533
E-mail: sfsdc@sasktel.net

**Interim Board of Directors – 2005-06**

| | |
|---|---|
| Kirk Riglin, Chair | Elrose |
| Bruce Coulman | Saskatoon |
| Kelvin Grisdale | Weekes |
| Ernest Horudko | Nipawin |
| Roger Kirk | Nipawin |
| Clayton Myhre | Nipawin |
| Randy Tulloch | Broadview |
| Phil Curry, Executive Director | Melfort |

**Auditor** - Meyers Norris Penny LLP
**Annual Report Review - Fiscal year end – June 30**

The Saskatchewan Forage Seed Development Commission (SFSDC) did not submit a comparison of actual results to planned results in the 2005-06 fiscal year because the agency did not incur significant expenditures. This report will be produced in the 2006-07 fiscal year.

In addition to the five required reports, several other aspects of the Saskatchewan Forage Seed Development Commission Annual Report were reviewed. This included an analysis of dollars spent on programs and administration, the percentage of check-off that was refunded, a review of the SFSDC's meeting minutes, a review of the report on the activities of the SFSDC and ensuring that a list of directors is included in the annual report.

**Summary of Financial Activities**

In accordance with the Commission's regulations and orders, the Commission is funded by a check-off of 0.75 per cent of the gross value of forage seed marketed at the first point of sale. Producers may request a refund of any or all of the check-off paid.

| | 2006 |
|---|---|
| Check-off Revenue | $ 40,950 |
| Less: Check-off Refunds* | (1,999) |
| Other Revenue | 0 |
| Total Revenue | 38,951 |
| Total Expenditures | 185 |
| **Operating Surplus (Deficit) for the year** | 38,766 |
| **Total Assets** | $ 39,104 |

**The percentage of check-offs that were refunded for 2006 was 4.9 per cent.*

*Registered forage seed producers and buyers may request a completed copy of the annual report by contacting the agency at the above address.*

## Saskatchewan Mustard Development Commission

212 – 111 Research Drive
Saskatoon, SK S7N 3R2
Phone: (306) 975-6629
Fax: (306) 975-0136
E-mail info@saskmustard.com
Website: www.saskmustard.com

**Board of Directors – 2005-06**

| | |
|---|---|
| Erroll Simington, Chair | Kincaid |
| Tom Burwell, Vice-Chair | Asquith |
| Rene de Moissac | Biggar |
| Brett Meinert | Shaunavon |
| David Pederson | Hawarden |
| Baine Fritzler | Govan |
| Laurie Hayes, Executive Director | Saskatoon |

**Auditor** - PricewaterhouseCoopers LLP
**Annual Report Review - Fiscal year end – July 31**

In addition to the five required reports, several other aspects of the Saskatchewan Mustard Development Commission (SMDC) Annual Report were reviewed. This included an analysis of dollars spent on programs and administration, the percentage of check-off that was refunded, a review of the SMDC's meeting minutes, a review of the report on the activities of the SMDC, a review of the report on the state of the mustard industry, as well as ensuring that a list of directors is included in the annual report.

**Summary of Financial Activities**

In accordance with the Commission's regulations and orders, the Commission is funded by a check-off of 0.50 per cent of the gross value of mustard marketed at the first point of sale. Producers may request a refund of any or all check-off paid.

| | 2006 | 2005 |
|---|---|---|
| Check-off Revenue | $ 123,919 | $ 178,805 |
| Check-off Refunds* | (2,729) | (5,441) |
| Other Revenue | 102,830 | 20,446 |
| Total Revenue | 224,020 | 193,810 |
| Total Expenditures | 214,045 | 90,926 |
| **Operating Surplus (Deficit) for the year** | 9,975 | 102,884 |
| **Total Assets** | $ 248,558 | $ 230,584 |

**The percentage of check-offs that were refunded for 2006 was 2.2 per cent, and 3.0 per cent for 2005.*

*Registered producers and buyers may request a complete copy of the annual report by contacting the agency at the above address.*

## Saskatchewan Oat Development Commission

Box 158
Saltcoats, SK S0A 3R0
Phone: (306) 744-2775
E-mail: poga@imagewireless.ca

**Interim Board of Directors - 2006**

| | |
|---|---|
| Dwayne Anderson, Chair | Fosston |
| Tyson Becker | Yorkton |
| Richard Pedde | Indian Head |
| Jack Shymko | Ituna |
| Michael Spilchuk | Ituna |
| Willy Zuchkan | Foam Lake |
| Jack Dawes, Executive Director | Saltcoats |

**Annual Report Review - Fiscal year end – July 31**

The Saskatchewan Oat Development Commission will publish its first annual report in the upcoming year.

The Saskatchewan Oat Development Commission (SODC) was established by regulation on April 12, 2006. The establishment of the SODC followed an extensive review of the check-off proposal submitted by oat producers in Saskatchewan. The Agri-Food Council reviewed the proposal based on the merit of the plan and the demonstrated support for the plan from Saskatchewan oat producers. After this review, the Council recommended to the Minister of Agriculture and Food that the proposed check-off be established.

**Orders**

The Saskatchewan Oat Development Commission exercises certain powers granted by its development plan through orders. These orders require Council approval prior to coming into effect. The Council reviewed the following orders of the Saskatchewan Oat Development Commission in 2006-07:

**Order No. 01/06: Refund of Check-off**
(effective August 1, 2006)

Purpose: This order determines the manner in which refunds of check-off are to be requested by oat producers and paid to oat producers.

**Order No. 02/06: Buyer Registration**
(effective August 1, 2006)

Purpose: This order determines the manner in which buyers of oats will register with the Commission. Buyers are required to register with the Commission prior to August 1st of each year.

**Order No. 03/06: Oat Producer Registration**
(effective August 1, 2006)

Purpose: This order determines the manner in which oat producers are to register with the Commission. Each oat producer will be considered registered with the Commission upon the deduction of check-off fees. An oat producer's registration will remain in effect for two fiscal years unless a refund has been issued to that producer in the last two years.

**Order No. 04/06: Exemptions**
(effective August 1, 2006)

Purpose: This order exempts oats produced and consumed on the same farm from the check-off.

**Order No. 05/06: Reporting**
(effective August 1, 2006)

Purpose: This order determines the manner in which buyers are to report the volume of oats purchased from oat producers. Buyers are to report to the Commission by the 20th of each month with the previous month's volume.

**Order No. 06/06: Check-off Collection**
(effective August 1, 2006)

Purpose: This order establishes the check-off rate at $0.50 per net tonne of oats marketed at the first point of sale upon final settlement. It also determines the manner in which the check-off is to be remitted to the Commission.

## Saskatchewan Winter Cereals Development Commission

P.O. Box 344
NW 2-30-32 W1, North Windsor Avenue
Kamsack, SK S0A 1S0
Phone: (866) 472-4611
E:mail swcdc@wintercerealscanada.org

**Interim Board of Directors - 2006**

| | |
|---|---|
| Rod Fedoruk, Chair | Kamsack |
| Lee Moats | Riceton |
| Dave Newhouse | Hagen |
| Paul Thoroughgood | Moose Jaw |
| Mark Weatherald | Wawota |

Jake Davidson, Executive Director Minnedosa, MB

**Annual Report Review - Fiscal year end – July 31**

The Saskatchewan Winter Cereals Development Commission will publish its first annual report in the upcoming year.

The Saskatchewan Winter Cereals Development Commission (SWCDC) was established by regulation on August 16, 2006. The establishment of the SWCDC followed an extensive review of the check-off proposal submitted by winter cereals producers in Saskatchewan. The Agri-Food Council reviewed the proposal based on the merit of the plan and the demonstrated support for the plan from Saskatchewan winter cereals producers. After this review, the Council recommended to the Minister of Agriculture and Food that the proposed check-off be established.

**Orders**

The Saskatchewan Winter Cereals Development Commission exercises certain powers granted by its development plan through orders. These orders require Council approval prior to coming into effect. The Council reviewed the following orders of the Saskatchewan Winter Cereals Development Commission in 2006-07:

**Order No. 01/06: Buyer Registration**
(effective October 1, 2006)

Purpose: This order determines the manner in which buyers of winter cereals will register with the Commission. Buyers are required to register with the Commission prior to August 1st of each year.

**Order No. 02/06: Winter Cereals Producer Registration** (effective October 1, 2006)

Purpose: This order determines the manner in which winter cereals producers are to register with the Commission. Each winter cereals producer will be considered registered with the Commission upon the deduction of check-off fees. A winter cereals producer's registration will remain in effect for two fiscal years unless a refund has been issued to that producer in the last two years.

**Order No. 03/06: Exemptions**
(effective October 1, 2006)

Purpose: This order exempts winter cereals produced and consumed on the same farm, winter cereals produced and marketed for the purposes of planting seed and winter cereals straw and residue from the check-off.

**Order No. 04/06: Reporting**
(effective October 1, 2006)

Purpose: This order determines the manner in which buyers are to report the volume of oats purchased from winter cereals producers. Buyers are to report to the Commission by the 20th of each month with the previous month's volume.

**Order No. 05/06: Check-off Collection**
(effective October 1, 2006)

Purpose: This order establishes the check-off rate at $0.50 per net tonne of winter cereals marketed at the first point of sale upon final settlement. It also determines the manner in which the check-off is to be remitted to the Commission.

**Order No. 06/06: Refund of Check-off**
(effective October 1, 2006)

Purpose: This order determines the manner in which refunds of check-off are to be requested by winter cereals producers and paid to winter cereals producers.

## Development Boards

### Sask Pork

2 - 502 45th Street West
Saskatoon, SK S7L 6H2
Phone: (306) 244-7752
Fax: (306) 244-1712
E-mail: info@saskpork.com
Website: www.saskpork.com

**Board of Directors – 2005-06**

| | |
|---|---|
| Shirley Voldeng, Chair | Naicam |
| Joe Kleinsasser, First Vice-Chair | Rosetown |
| Florian Possberg, Second Vice-Chair | Humboldt |
| Judy Ulrich | Spalding |
| Daren Laventure | Leoville |
| Ross Johnson | Hanley |
| Neil Ketilson, General Manager | Saskatoon |

**Auditor** - Meyers Norris Penny LLP
**Annual Report Review - Fiscal year end – July 31**

In addition to the five required reports, several other aspects of the Sask Pork Annual Report were reviewed. This included an analysis of dollars spent on programs and administration, a review of Sask Pork's meeting minutes, a review of the report on the activities of Sask Pork, as well as ensuring that a list of directors is included in the annual report.

**Summary of Financial Activities**

In accordance with Sask Pork's regulations and orders, Sask Pork is funded by a check-off of $0.75 per slaughter hog and sow marketed to a Saskatchewan slaughter plant. Sask Pork also collects a service charge of $0.75 per slaughter hog, slaughter sow and breeding hog, and $0.20 per early weaned and feeder hog, exported live from Canada.

| | 2006 | 2005* |
|---|---|---|
| Check-off Revenue | $ 1,668,881 | $ 1,618,002 |
| Other Revenue | 199,885 | 217,651 |
| Total Revenue | 1,868,766 | 1,835,653 |
| Total Expenditures | 1,737,748 | 1,889,932 |
| **Operating Surplus (Deficit) for the year** | 131,018 | (54,279) |
| **Total Assets** | $ 1,557,534 | $ 1,406,477 |

**Restated*

*Registered producers and processors may request a complete copy of the annual report by contacting the agency at the above address.*

## Saskatchewan Pulse Crop Development Board

104 – 411 Downey Road
Saskatoon, SK S7N 4L8
Phone: (306) 668-5556
Fax: (306) 668-5557
E-mail: pulse@saskpulse.com
Website: www.saskpulse.com

**Board of Directors – 2005-06**

| | |
|---|---|
| Dean Corbett, Chair | Macrorie |
| Jim Moen, Vice-Chair | Cabri |
| Lloyd Affleck | Beechy |
| Maurice Berry | Carievale |
| Barbara Podhorodeski | Shipman |
| John Bennett | Biggar |
| David Nobbs | Lancer |
| Garth Patterson, Executive Director | Saskatoon |

**Auditor** - Hergott Duval Stack and Partners LLP
**Annual Report Review**
**Fiscal year end – August 31**

In addition to the five required reports, several other aspects of the Saskatchewan Pulse Growers (SPG) Annual Report were reviewed. This included an analysis of dollars spent on programs and administration, a review of the Saskatchewan Pulse Growers meeting minutes, a review of the report on the activities of the Saskatchewan Pulse Growers, as well as ensuring that a list of directors is included in the annual report.

**Summary of Financial Activities**

In accordance with the SPG's regulations and orders, the SPG is funded by a non-refundable check-off of one per cent plus GST of the gross value of all pulses marketed at the first point of sale.

| | 2006 | 2005 |
|---|---|---|
| Check-off Revenue | $ 4,852,436 | $ 5,184,037 |
| Other Revenue | 830,040 | 649,515 |
| Total Revenue | 5,682,476 | 5,833,552 |
| Total Expenditures | 5,722,649 | 5,330,998 |
| **Operating Surplus (Deficit) for the year** | (40,173) | 502,554 |
| **Total Assets** | $ 4,778,463 | $ 5,276,520 |

*Registered producers and buyers may request a complete copy of the annual report by contacting the agency at the above address.*

## Saskatchewan Sheep Development Board

2213C Hanselman Court
Saskatoon, SK S7L 6A8
Phone: (306) 933-5200
Fax: (306) 933-7182
E-mail: sheepdb@sasktel.net
Website: www.sksheep.com

**Board of Directors – 2005-06**

| | |
|---|---|
| Niall Campbell, Chair | Bjorkdale |
| Dirk Van Kuik | Hepburn |
| Dwaine Morvik | Eastend |
| Randy Jordon | Raymore |
| Marvin Dales | Coleville |
| Gord Schroeder, Executive Director | Saskatoon |

**Auditor** - HVB Chartered Accounts Prof. Corp.
**Annual Report Review**
**Fiscal year end – September 30**

In addition to the five required reports, several other aspects of the Saskatchewan Sheep Development Board (SSDB) Annual Report were reviewed. This included an analysis of dollars spent on programs and administration, a review of the SSDB's meeting minutes, a review of the report on the activities of the SSDB, a review of the report on the state of the sheep industry, as well as ensuring that a list of directors is included in the annual report.

**Summary of Financial Activities**

In accordance with the SSDB's regulations and orders, the SSBD is funded by a non-refundable check-off of $1.00 per sheep marketed. The check-off is applied at the time of purchase of Canadian Sheep Identification Program (CSIP) ear tags.

| | 2006 | 2005 |
|---|---|---|
| Check-off Revenue | $ 73,278 | $ 92,034 |
| Other Revenue | 216,395 | 206,485 |
| Total Revenue | 289,673 | 298,519 |
| Total Expenditures | 298,421 | 303,516 |
| **Operating Surplus (Deficit) for the year** | (8,748) | (4,997) |
| **Total Assets** | $ 354,116 | $ 335,821 |

*Registered producers and buyers may request a complete copy of the annual report by contacting the agency at the above address.*

**Orders**

The Saskatchewan Sheep Development Board exercises certain powers granted by its development plan through orders. These orders require Council approval prior to coming into effect. The Council reviewed and approved the following order of the SSDB in 2006-07:

**Order No. 18/06: Regions** (effective May 1, 2006)

Purpose: This order establishes five regions in Saskatchewan for the purposes of voting for directors to the SSDB.

## Marketing Boards

## Saskatchewan Broiler Hatching Egg Producers' Marketing Board

P.O. Box 1637
1810 – 9th Avenue North
Regina, SK S4P 3C4
Phone: (306) 775-1583
Fax: (306) 949-1354
E-mail: cfos@sasktel.net

**Board of Directors – 2006**

| | |
|---|---|
| James Glen | Regina Beach |
| Dewayne Unruh | Saskatoon |
| Terry Scott, Administrator (effective June 1, 2006) | Regina |
| Gord Nystuen, Administrator (until May 31, 2006) | Regina |

**Auditor** - Dudley and Company LLP
**Annual Report Review**
**Fiscal year end – December 31**

In addition to the five required reports, the minutes of the Board were also reviewed.

**Summary of Financial Activities**

During the 2006 fiscal year, the Board collected $95,827 in levies. In accordance with the Board's regulations, the levy is set at $0.0032 per quota unit, per year. The levy is mandatory and non-refundable.

| | 2006 | 2005 |
|---|---|---|
| Board Levies | $ 95,827 | $ 87,493 |
| Other Revenue | 1,427 | 2,236 |
| Total Revenue | 97,254 | 89,729 |
| Total Expenditures | 76,645 | 67,098 |
| **Operating Surplus (Deficit) for the year** | 20,609 | 22,631 |
| **Total Assets** | $ 111,562 | $ 89,719 |

*Registered producers may request a complete copy of the annual report by contacting the agency at the above address.*

**Administrator**

Through Lieutenant Governor Order in Council #283/2000, dated May 30, 2000, the Minister of Agriculture and Food assumed many of the powers of the Board, and then delegated those powers to an independent administrator.

The Administrator is charged with the following tasks:

- carrying out quota allocation, pricing and levy collection duties and procedures;
- resolve industry disputes; and
- exploring with industry new decision-making structures that may hold back industry progress.

**Orders**

The Saskatchewan Broiler Hatching Egg Producers' Marketing Board (SBHEPMB) exercises certain powers granted by its marketing plan through orders. These orders require Council approval prior to coming into effect. The Council reviewed and approved the following orders of the SBHEPMB in 2006-07:

**Order No. 39/06: Operating Fees**
(effective September 21, 2006)

Purpose: This order shifts the operating fees from being based on laying hens to being based on hatching eggs produced.

**Order No. 40/07: Price and Quota Allocation Committee** (effective February 15, 2007)

Purpose: This order increases the number of hatchery representatives that may be appointed to the Price and Quota Allocation Committee, from one to two. This will allow representation from both major Saskatchewan hatcheries. This order also specifically defines the purposes of the Committee and specifies when the Committee must meet.

**Order No. 41/07: Production and Marketing Interruption** (effective February 15, 2007)

Purpose: This order specifies that producers must apply to the SBHEPMB at least one year in advance of any anticipated interruption in production. It also requires producers to notify the SBHEPMB of any interruption in production caused by unforeseen circumstances that were beyond the producer's control within 30 days. The SBHEPMB may approve or deny any requests, and may suspend any portion of a producer's quota allocation if that portion of quota has not been produced and permission was not granted by the SBHEPMB.

**Order No. 42/07: Over-Marketing Penalties** (effective February 15, 2007)

Purpose: This order establishes the parameters and penalties for over-marketing.

**Order No. 43/07: Hatchery Reporting and Information** (effective February 15, 2007)

This order determines the information that each hatchery must collect and submit to the SBHEPMB, including timelines for submitting this information.

**Order No. 44/07: Base Quota Leasing** (effective February 15, 2007)

Purpose: This order outlines the process for leasing quota. Registered producers who lease out quota and the lessee are jointly responsible for all operating fees, levies, over-marketing penalties and charges assessed by the SBHEPMB, unless the lessee is a registered producer.

**Order No. 45/07: Designation of Production Units** (effective February 15, 2007)

Purpose: This order determines an alternative method for determining production unit status. Each producer who is issued an annual producer licence by the SBHEPMB, together with that producer's buildings, structures, equipment and land, shall be designated a production unit by the SBHEPMB. Producers who are licensed separately by the SBHEPMB and market broiler hatching eggs as a part of a common business entity, together with their buildings, structures, equipment and land, shall be designated a single production unit by the SBHEPMB. No more than one-third of total provincial allocation may be produced within a three kilometre radius.

## Chicken Farmers of Saskatchewan

1810 – 9th Avenue North, P.O. Box 1637
Regina, SK S4P 3C4
Phone: (306) 775-1677
Toll Free: 1-888-332-5825
Fax: (306) 949-1353
E-mail: cfos@sasktel.net
Website: www.saskatchewanchicken.ca

**Board of Directors – 2006**

| | |
|---|---|
| Nick Langelaar, Chair | Hague |
| Terry Knippel, Vice-Chair | Hepburn |
| Diane Pastoor | Dalmeny |
| Eugene Zagrodney | Rose Valley |
| Bonnie Morrison | Langham |
| Van Stewart, General Manager | Regina |
| Terry Scott, Administrator (effective June 1, 2006) | Regina |
| Gord Nystuen, Administrator (until May 31, 2006) | Regina |

**Auditor** - Dudley and Company LLP
**Annual Report Review**
**Fiscal year end – December 31**

In addition to the five required reports, the minutes of the Board were also reviewed.

**Summary of Financial Activities**

During the 2006 fiscal year, the Chicken Farmers of Saskatchewan (CFS) collected $613,352 in levies. In accordance with the Board's regulations and orders, the levy is $0.016 per kilogram (live) of chicken marketed. The levy is mandatory and non-refundable.

| | 2006 | 2005 |
|---|---|---|
| Board Levies | $ 613,352 | $ 500,653 |
| Other Revenue | 376,747 | 57,416 |
| Total Revenue | 990,099 | 558,069 |
| Total Expenditures | 588,870 | 398,344 |
| **Operating Surplus (Deficit) for the year** | $ 401,229 | $ 159,725 |
| **Total Assets** | $ 692,731 | $ 324,461 |

*Registered producers may request a complete copy of the annual report by contacting the agency at the above address.*

**Administrator**

Through Lieutenant Governor Order in Council #282/2000, dated May 30, 2000, the Minister of Agriculture and Food assumed many of the powers of the CFS, and then delegated those powers to an independent administrator.

The Administrator is charged with the following tasks:

- carrying out quota allocation, pricing and levy collection duties and procedures;
- resolving industry disputes; and
- exploring with industry new decision-making structures.

**Orders**

The Chicken Farmers of Saskatchewan exercise powers granted by its marketing plan through orders. These orders require Council approval prior to coming into effect. The Council reviewed and approved the following orders of the CFS in 2006-07:

**Order No. 33/06: Exemptions**
(effective November 29, 2006)

Purpose: This order determines that any individual, corporation, cooperative, trust and any other entity producing less than 1000 chickens in a calendar year is not required to be licensed with, or pay fees or charges for services rendered by, the CFS.

**Order No. 34/06: Base Quota Limits**
(effective November 29, 2006)

Purpose: This order, which replaces Order No. 04/00, is to lower the partnership and corporate farm total base quota ownership limit to six per cent from eight per cent. This is consistent with individual ownership limits, which will remain at six per cent. The CFS believed that the policy should be consistent for all producers, because the previous policy could be viewed as discriminatory against individuals. No existing corporations or partnerships are currently producing over six per cent, therefore no producers will be grandfathered under the previous policy.

**Order No. 35/06: Overproduction Charges**
(effective November 29, 2006)

Purpose: This order, which replaces Order No. 18/00, is to clarify the monetary penalty structure for overproduction. There is no change to the structure that the Board is currently operating under.

This Order also requires that excess kilograms produced are to be deducted in consecutive periods following an overproduction period, rather than in the sixth production period following an overproduction period. This will assist in preventing situations where a producer is in a quota reduction situation and then sells the quota before the reduction occurs, thereby penalizing the quota buyer for that overproduction.

**Production**

There were 93 licensed producers in 2006. The 2006 broiler base production for Saskatchewan was 51,544,570 kilograms (live), an increase of 12.35 per cent over 2005.

| Year | Number of Birds | Live Weight (kg) | Average Weight (kg) |
|---|---|---|---|
| 2006 | 23,792,734 | 51,544,570 | 2.20 |
| 2005 | 23,383,724 | 45,880,416 | 1.96 |
| 2004 | 25,266,796 | 44,901,444 | 1.78 |
| 2003 | 23,004,442 | 41,371,638 | 1.80 |
| 2002 | 21,409,775 | 40,620,973 | 1.90 |
| 2001 | 19,781,770 | 37,431,205 | 1.89 |
| 2000 | 16,937,235 | 32,414,857 | 1.91 |
| 1999 | 14,601,629 | 26,428,949 | 1.81 |
| 1998 | 12,122,181 | 21,941,147 | 1.81 |
| 1997 | 12,049,705 | 21,809,966 | 1.81 |

## Saskatchewan Egg Producers

496 Hoffer Drive, P.O. Box 1263
Regina, SK S4P 3B8
Phone: (306) 924-1505
Fax: (306) 924-1515
E-mail. sep@saskegg.ca
Website: www.saskegg.ca

**Board of Directors – 2006**

| | |
|---|---|
| Bert Harman, Chair | Saskatoon |
| Stan Fehr, Vice-Chair | Hague |
| Cliff Colborn | Delisle |
| Joseph E. Hofer Jr. | Walsh, AB |
| Joseph Mandel | Tompkins |
| Jim Teichrob | Saskatoon |
| Michael Katz, General Manager | Regina |

**Auditor** - KPMG LLP
**Annual Report Review**
**Fiscal year end - December 31**

In addition to the five required reports, the minutes of the Board were also reviewed.

**Summary of Financial Activities**

During the 2006 fiscal year, the Saskatchewan Egg Producers (SEP) collected $1,572,611 in levies. In accordance with the SEP's regulations and orders, the levy was set at $0.075 per dozen eggs marketed. The levy is mandatory and non-refundable.

| | 2006 | 2005 |
|---|---|---|
| Levies | $ 8,284,126 | $ 7,008,922 |
| Less: CEMA Levy | (6,711,515) | (5,971,176) |
| Net Levy | 1,572,611 | 1,037,746 |
| Other Revenue | 231,367 | 130,428 |
| Total Revenue | 1,803,978 | 1,168,174 |
| Total Expenditures | 1,787,932 | 1,500,092 |
| **Operating Surplus (Deficit) for the year** | 16,046 | (331,918) |
| **Total Assets** | $ 2,582,232 | $2,403,259 |

*Licensed producers may request a complete copy of the annual report by contacting the agency at the above address.*

**Orders**

The Saskatchewan Egg Producers exercises certain powers granted by its marketing plan through orders. These orders require Council approval prior to coming into effect. The Council reviewed and approved the following orders of the Saskatchewan Egg Producers in 2006-07:

**Order No. 40/06: Risk Management Order** (effective July 1, 2006)

Purpose: This order requires licensed egg producers to allow their production facilities to be tested once per cycle. All tested facilities will have their eggs sold to the table egg market if the tests are Salmonella enteritidis) (Se) negative. If a producer refuses testing, his or her production facilities will be classified as "untested", and his or her eggs will be diverted to a breaker plant.

"Untested" facilities can be classified as Se negative if they allow the tests to be conducted at a later date and are found to be Se negative. Se positive eggs will also be diverted to a breaker plant.

There is a national Se testing program operated by the Canadian Egg Marketing Agency, the Start Clean, Stay Clean (SCSC) Program, however this program is not mandatory. In addition to this compensatory program, most other provinces have mandatory testing programs in place.

**Order No. 41/06: The Industry Management Order 2006** (effective June 19, 2006)

Purpose: This order is a revision of Order No. 39/05: The Industry Managernent Order 2005. The SEP submitted the proposed Order to clarify that if an unlicensed producer is found to have more than 299 laying hens in his/her possession, then a $2.00 per bird penalty will be assessed immediately, and an additional $2.00 per bird per week will be assessed thereafter.

**Production**

There were 69 licensed producers in 2006. The 2006 table egg production for Saskatchewan was 23.12 million dozen eggs produced by 890,960 layers.

| Year | Number of Layers | Production (million dozen) |
|---|---|---|
| 2006 | 90,960 | 23.12 |
| 2005 | 858,809 | 22.68 |
| 2004 | 805,903 | 19.66 |
| 2003 | 783,935 | 19.51 |
| 2002 | 781,884 | 19.75 |
| 2001 | 788,723 | 19.52 |
| 2000 | 787,668 | 19.07 |
| 1999 | 773,661 | 18.64 |
| 1998 | 753,686 | 18.04 |
| 1997 | 747,607 | 17.79 |

## Saskatchewan Turkey Producers Marketing Board

2nd Floor, 502 – 45th Street West
Saskatoon, SK S7L 6H2
Phone: (306) 931-1050
Fax: (306) 931-2825
E-mail: saskaturkey@sasktel.net

**Board of Directors – 2006**

| | |
|---|---|
| Jack Rynsburger, Chair | Dalmeny |
| Kelvin Pulvermacher, Vice-Chair | Bruno |
| Wayne Goodsman | Stalwart |
| Jelmer Wiersma | Cudworth |
| Ted Baas | Regina |
| Rose Olsen, Manager | Saskatoon |

**Auditor** - Hergott Durval Stack and Partners LLP
**Annual Report Review**
**Fiscal year end – December 31**

In addition to the five required reports, the minutes of the Board were also reviewed.

**Summary of Financial Activities**

During the 2006 fiscal year, the Board collected $128,116 in levies. In accordance with the Board's regulations and orders, the levy was set at $0.02 per kilogram (live) marketed. The levy is mandatory and non-refundable.

| | 2006 | 2005 |
|---|---|---|
| Operating Fees | $ 128,116 | $ 112,715 |
| Other Revenue | 75,912 | 90,437 |
| CTMA Levy* | 102,493 | 92,173 |
| Total Revenue | 306,521 | 295,325 |
| Total Expenditures | 262,155 | 233,321 |
| **Operating Surplus (Deficit) for the year** | 44,366 | 62,044 |
| **Total Assets** | $237,240 | $ 201,557 |

**Levy collected on behalf of the Canadian Turkey Marketing Agency (CTMA)*

*Registered producers may request a complete copy of the annual report by contacting the agency at the above address.*

**Orders**

The Saskatchewan Turkey Producers Marketing Board exercises certain powers granted by its marketing plan through orders. These orders require Council approval prior to coming into effect. The Council reviewed and approved the following orders of the Saskatchewan Turkey Producers Marketing Board in 2006-07:

**Order No. 14/06: Quota's, Permits and Production Units** (effective July 17, 2006)

Purpose: This order determines who is eligible to apply for a quota allocation, defines the size categories of turkeys, determines parameters for setting the production that existing quota holders can produce in a production period, establishes the process to apply for new quota and sets parameters for the eligibility to transfer quota. This order replaces Order No. 07/02.

**Order No. 15/06: Quota Transfer**
(effective July 17, 2006)

Purpose: This order establishes the parameters for the transfer of quota. This order replaces Order No. 11/02.

**Production**

There were 15 licensed producers in 2006. The 2006 total production for Saskatchewan was 6,405,806 kgs (live), an increase of 11.20 per cent over 2005.

| Year | Live Weight (kg) |
|---|---|
| 2006 | 6,405,806 |
| 2005 | 5,760,787 |
| 2004 | 5,676,181 |
| 2003 | 5,870,791 |
| 2002 | 5,649,040 |
| 2001 | 5,876,214 |
| 2000 | 6,113,061 |
| 1999 | 5,407,305 |
| 1998 | 5,837,214 |
| 1997 | 5,726,745 |